Departmental Findings of Fact and Order Air Emission License

After review of the air emissions license application, staff investigation reports and other documents in the applicant's file in the Bureau of Air Quality, pursuant to 38 M.R.S.A., Section 344 and Section 590, the Department finds the following facts:

I. REGISTRATION

A. Introduction

Hardwood Products Company LLC (HPC) located in Guilford, Maine has applied to renew their Air Emission License permitting the operation of emission sources associated with their wood milling facility.

B. Emission Equipment

The following equipment is addressed in this air emission license:

Fuel Burning Equipment

Equipment	Maximum Capacity (MMBtu/hr)	Maximum Firing Rate*	<u>Fuel Type</u>	Stack #
Boiler #1	13.9	1.2 ton/hr	wood, 33% moisture	1
Boiler #2	13.9	1.2 ton/hr	wood, 33% moisture	1
Boiler #3	12.6	18.2 gal/hr	#2 fuel oil, 0.5%	2

^{*} The firing rates listed in the most recent previous renewal did not equate to the listed maximum capacity. The firing rates listed here have been recalculated based on the reported maximum capacities of the boilers.

Process Equipment

Process equipment consists of various pieces of wood milling and pneumatic conveying equipment with six cyclones.

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C. Application Classification

The application for HPC does not include the licensing of the installation of new or modified equipment. Therefore, the license is considered to be a renewal of current licensed emission units only and has been processed through Chapter 115 of the Department's regulations. With the fuel limit on Boilers #1, #2, and #3, the facility is licensed below the major source thresholds and is considered a synthetic minor.

II. BEST PRACTICAL TREATMENT (BPT)

A. <u>Introduction</u>

In order to receive a license the applicant must control emissions from each unit to a level considered by the Department to represent Best Practical Treatment (BPT), as defined in Chapter 100 of the Department regulations. Separate control requirement categories exist for new and existing equipment as well as for those sources located in designated non-attainment areas.

BPT for existing emissions equipment means that method which controls or reduces emissions to the lowest possible level considering:

- the existing state of technology;
- the effectiveness of available alternatives for reducing emissions from the source being considered; and
- the economic feasibility for the type of establishment involved.

B. Boilers #1 and #2

HPC uses northern white birch to produce various wood products. The wood waste is utilized for boiler fuel by running it through a hammer-mill hog which pulverizes the waste into small pieces. The wood is fired in two horizontal return tube boilers which utilize automatic controls to monitor performance and improve efficiency. HPC operates multiclones on both Boilers #1 and #2 for control of PM emissions.

Boilers #1 and #2 were installed prior to 1989 and are therefore not subject to the New Source Performance Standards (NSPS) Subpart Dc for steam generating units greater than 10 MMBtu/hr manufactured after June 9, 1989.

A summary of the BPT analysis for Boilers #1 and #2 is the following:

1. The total fuel use for the facility shall not exceed 10,800 ton/year (12-month rolling total) of wood based on a moisture content of 33%.

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2. HPC shall use the following formula, when necessary, to convert fuel use records to 33% moisture:

Tons Wood at 33% = (Tons Wood at M%) x [(100-M)/67]

where M = the moisture content of the actual wood fired

- 3. HPC shall continuously operate the multiclones on Boilers #1 and #2 when the associated boiler is in operation.
- 4. Chapter 103 regulates PM emission limits. The PM₁₀ limits are derived from the PM limits.
- 5. SO₂, NO_x, CO, and VOC emission limits are based upon AP-42 data dated 9/03.
- 6. Visible emissions on the combined stack for Boilers #1 and #2 shall not exceed 30% opacity on a six (6) minute block average, except for no more than two (2) six (6) minute block averages in a continuous 3-hour period.

C. Boiler #3

Boiler #3 is a small package boiler used primarily for facility hot water needs.

Boiler #3 has a maximum heat input of 1.8 MMBtu/hr. It is therefore not subject to the New Source Performance Standards (NSPS) Subpart Dc for steam generating units greater than 10 MMBtu/hr manufactured after June 9, 1989.

A summary of the BPT analysis for Boiler #3 is the following:

- 1. The total fuel use for Boiler #3 shall not exceed 100,000 gal/year of #2 fuel oil, based on a 12 month rolling total, with a maximum sulfur content not to exceed 0.5% by weight.
- 2. Chapter 106 regulates fuel sulfur content, however in this case a BPT / BACT analysis for SO₂ determined a more stringent limit of 0.5% was appropriate and shall be used.
- 3. The PM and PM_{10} limits are derived from Chapter 103.
- 4. NO_x emission limits are based on data from similar #2 fired boilers of this size and age.
- 5. CO and VOC emission limits are based upon AP-42 data dated 9/98.
- 6. Visible emissions from Boiler #3 shall not exceed 20% opacity on a six (6) minute block average, except for no more than one (1) six (6) minute block average in a continuous 3-hour period.

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D. Parts Washers (Degreasers)

HPC operates several degreaser units for maintenance purposes which vary in size. Records shall be kept of the solvent added and removed.

E. Process Sources

HPC uses a pneumatic conveying system to move mostly scrap material throughout the mill. Particulate emissions from this process are controlled by a number of cyclones which exhaust outside.

Visible emissions from any general process source, including the cyclones, shall not exceed an opacity of 20% on a six (6) minute block average basis, except for no more than one (1) six (6) minute block average in a 1-hour period.

F. Fugitive Emissions

Visible emissions from a fugitive emission source (including stockpiles and roadways) shall not exceed an opacity of 20%, except for no more than five (5) minutes in any 1-hour period. Compliance shall be determined by an aggregate of the individual fifteen (15)-second opacity observations which exceed 20 percent in any one (1) hour.

G. Annual Emissions

HPC shall be restricted to the following annual emissions, based on a 12 month rolling total:

Total Licensed Annual Emission for the Facility Tons/year

(used to calculate the annual license fee)

	PM	PM_{10}	SO_2	NO_x	CO	VOC
Boilers #1 & #2	35.8	35.8	1.6	31.9	39.1	1.1
Boiler #3	0.8	0.8	3.5	2.1	0.3	0.1
Total TPY	36.6	36.6	5.1	34.0	39.4	1.2

III.AMBIENT AIR QUALITY ANALYSIS

HPC previously submitted an ambient air quality analysis demonstrating that emissions from the facility, in conjunction with all other sources, do not violate ambient air quality standards. The operational characteristics of this facility have not changed since the previous renewal. Therefore, an additional ambient air quality analysis is not required at this time.

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Based on the above Findings and subject to conditions listed below, the Department concludes that the emissions from this source:

- will receive Best Practical Treatment,
- will not violate applicable emission standards,
- will not violate applicable ambient air quality standards in conjunction with emissions from other sources.

The Department hereby grants Air Emission License A-328-71-I-R subject to the following conditions.

<u>Severability</u>. The invalidity or unenforceability of any provision, or part thereof, of this License shall not affect the remainder of the provision or any other provisions. This License shall be construed and enforced in all respects as if such invalid or unenforceable provision or part thereof had been omitted.

STANDARD CONDITIONS

- (1) Employees and authorized representatives of the Department shall be allowed access to the licensee's premises during business hours, or any time during which any emissions units are in operation, and at such other times as the Department deems necessary for the purpose of performing tests, collecting samples, conducting inspections, or examining and copying records relating to emissions (Title 38 MRSA §347-C).
- (2) The licensee shall acquire a new or amended air emission license prior to commencing construction of a modification, unless specifically provided for in Chapter 115. [MEDEP Chapter 115]
- (3) Approval to construct shall become invalid if the source has not commenced construction within eighteen (18) months after receipt of such approval or if construction is discontinued for a period of eighteen (18) months or more. The Department may extend this time period upon a satisfactory showing that an extension is justified, but may condition such extension upon a review of either the control technology analysis or the ambient air quality standards analysis, or both. [MEDEP Chapter 115]
- (4) The licensee shall establish and maintain a continuing program of best management practices for suppression of fugitive particulate matter during any period of construction, reconstruction, or operation which may result in fugitive dust, and shall submit a description of the program to the Department upon request. [MEDEP Chapter 115]

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- (5) The licensee shall pay the annual air emission license fee to the Department, calculated pursuant to Title 38 M.R.S.A. §353. [MEDEP Chapter 115]
- (6) The license does not convey any property rights of any sort, or any exclusive privilege. [MEDEP Chapter 115]
- (7) The licensee shall maintain and operate all emission units and air pollution systems required by the air emission license in a manner consistent with good air pollution control practice for minimizing emissions. [MEDEP Chapter 115]
- (8) The licensee shall maintain sufficient records to accurately document compliance with emission standards and license conditions and shall maintain such records for a minimum of six (6) years. The records shall be submitted to the Department upon written request. [MEDEP Chapter 115]
- (9) The licensee shall comply with all terms and conditions of the air emission license. The filing of an appeal by the licensee, the notification of planned changes or anticipated noncompliance by the licensee, or the filing of an application by the licensee for a renewal of a license or amendment shall not stay any condition of the license. [MEDEP Chapter 115]
- (10) The licensee may not use as a defense in an enforcement action that the disruption, cessation, or reduction of licensed operations would have been necessary in order to maintain compliance with the conditions of the air emission license. [MEDEP Chapter 115]
- (11) In accordance with the Department's air emission compliance test protocol and 40 CFR Part 60 or other method approved or required by the Department, the licensee shall:
 - A. perform stack testing to demonstrate compliance with the applicable emission standards under circumstances representative of the facility's normal process and operating conditions:
 - 1. within sixty (60) calendar days of receipt of a notification to test from the Department or EPA, if visible emissions, equipment operating parameters, staff inspection, air monitoring or other cause indicate to the Department that equipment may be operating out of compliance with emission standards or license conditions; or
 - 2. pursuant to any other requirement of this license to perform stack testing.
 - B. install or make provisions to install test ports that meet the criteria of 40 CFR Part 60, Appendix A, and test platforms, if necessary, and other accommodations necessary to allow emission testing; and
 - C. submit a written report to the Department within thirty (30) days from date of test completion.

[MEDEP Chapter 115]

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- (12) If the results of a stack test performed under circumstances representative of the facility's normal process and operating conditions indicate emissions in excess of the applicable standards, then:
 - A. within thirty (30) days following receipt of such test results, the licensee shall re-test the non-complying emission source under circumstances representative of the facility's normal process and operating conditions and in accordance with the Department's air emission compliance test protocol and 40 CFR Part 60 or other method approved or required by the Department; and
 - B. the days of violation shall be presumed to include the date of stack test and each and every day of operation thereafter until compliance is demonstrated under normal and representative process and operating conditions, except to the extent that the facility can prove to the satisfaction of the Department that there were intervening days during which no violation occurred or that the violation was not continuing in nature; and
 - C. the licensee may, upon the approval of the Department following the successful demonstration of compliance at alternative load conditions, operate under such alternative load conditions on an interim basis prior to a demonstration of compliance under normal and representative process and operating conditions.

[MEDEP Chapter 115]

- (13) Notwithstanding any other provisions in the State Implementation Plan approved by the EPA or Section 114(a) of the CAA, any credible evidence may be used for the purpose of establishing whether a person has violated or is in violation of any statute, regulation, or Part 70 license requirement. [MEDEP Chapter 115]
- (14) The licensee shall maintain records of malfunctions, failures, downtime, and any other similar change in operation of air pollution control systems or the emissions unit itself that would affect emission and that is not consistent with the terms and conditions of the air emission license. The licensee shall notify the Department within two (2) days or the next state working day, whichever is later, of such occasions where such changes result in an increase of emissions. The licensee shall report all excess emissions in the units of the applicable emission limitation. [MEDEP Chapter 115]
- (15) Upon written request from the Department, the licensee shall establish and maintain such records, make such reports, install, use and maintain such monitoring equipment, sample such emissions (in accordance with such methods, at such locations, at such intervals, and in such a manner as the Department shall prescribe), and provide other information as the Department may reasonably require to determine the licensee's compliance status. [MEDEP Chapter 115]

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SPECIFIC CONDITIONS

(16) **Boilers #1 and #2**

- A. Total fuel use for Boilers #1 and #2 combined shall not exceed 10,800 tons/yr at 33% moisture (or equivalent) of wood. Records of annual fuel use shall be kept on a 12-month rolling total basis. [MEDEP Chapter 115, BPT]
- B. Emissions shall not exceed the following:

Emission Unit	Pollutant	lb/MMBtu	Origin and Authority
Boiler #1	PM	0.55	MEDEP Chapter 103
Boiler #2	PM	0.55	MEDEP Chapter 103

C. Emissions shall not exceed the following [MEDEP Chapter 115, BPT]:

Emission Unit	PM (lb/hr)	PM ₁₀ (lb/hr)	SO ₂ (lb/hr)	NO _x (lb/hr)	CO (lb/hr)	VOC (lb/hr)
Boiler #1	7.65	7.65	0.35	6.81	8.34	0.24
Boiler #2	7.65	7.65	0.35	6.81	8.34	0.24

- D. HPC shall continuously operate the associated multiclone on the emissions from Boilers #1 and #2 whenever a boiler is in operation. HPC shall keep a log of all multiclone downtime and maintenance. [MEDEP Chapter 115, BPT]
- E. Visible emissions from the combined stack for Boilers #1 and #2 shall not exceed 30% opacity on a six (6) minute block average, except for no more than two (2) six (6) minute block averages in a continuous 3-hour period. [MEDEP Chapter 115, BPT]

(17) **Boiler #3**

A. Total fuel use for Boiler #3 shall not exceed 100,000 gal/yr of #2 fuel oil with a maximum sulfur content not to exceed 0.5% by weight. Compliance shall be demonstrated by fuel records from the supplier showing the quantity of fuel delivered and the percent sulfur of the fuel. Records of annual fuel use shall be kept on a 12-month rolling total basis. [MEDEP Chapter 115, BPT]

B. Emissions shall not exceed the following:

Emission Unit	Pollutant	lb/MMBtu	Origin and Authority
Boiler #3	PM	0.12	MEDEP, Chapter 103, Section 2(B)(1)(a)

C. Emissions shall not exceed the following [MEDEP Chapter 115, BPT]:

Emission Unit	PM (lb/hr)	PM ₁₀ (lb/hr)	SO ₂ (lb/hr)	NO _x (lb/hr)	CO (lb/hr)	VOC (lb/hr)
Boiler #3	0.31	0.31	1.28	0.77	0.09	0.01

D. Visible emissions from Boiler #3 shall not exceed 20% opacity on a six (6) minute block average, except for no more than one (1) six (6) minute block average in a continuous 3-hour period. [MEDEP Chapter 101]

(18) Parts Washers (Degreasers)

Parts washers at HPC are subject to MEDEP Chapter 130.

- A. HPC shall keep records of the amount of solvent added to each parts washer. [MEDEP Chapter 115, BPT]
- B. The following are exempt from the requirements of Chapter 130 [MEDEP Chapter 130]:
 - 1. Solvent cleaners using less than two liters (68 oz) of cleaning solvent with a vapor pressure of 1.00 mmHg, or less, at 20° C (68° F);
 - 2. Wipe cleaning; and,
 - 3. Cold cleaning machines using solvents containing less than or equal to 5% VOC by weight.
- C. The following standards apply to remote reservoir cold cleaning machines that are applicable sources under Chapter 130.
 - 1. HPC shall attach a permanent conspicuous label to each unit summarizing the following operational standards [MEDEP Chapter 130]:
 - (i) Waste solvent shall be collected and stored in closed containers.
 - (ii) Cleaned parts shall be drained of solvent directly back to the cold cleaning machine by tipping or rotating the part for at least 15 seconds or until dripping ceases, whichever is longer.
 - (iii) Flushing of parts shall be performed with a solid solvent spray that is a solid fluid stream (not a fine, atomized or shower type spray) at a pressure that does not exceed 10 psig. Flushing shall be performed

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only within the freeboard area of the cold cleaning machine.

- (iv) The cold cleaning machine shall not be exposed to drafts greater than 40 meters per minute when the cover is open.
- (v) Sponges, fabric, wood, leather, paper products and other absorbent materials shall not be cleaned in the degreaser.
- (vi) When a pump-agitated solvent bath is used, the agitator shall be operated to produce no observable splashing of the solvent against the tank walls or the parts being cleaned. Air agitated solvent baths may not be used.
- (vii) Spills during solvent transfer shall be cleaned immediately. Sorbent material shall be immediately stored in covered containers.
- (viii) Work area fans shall not blow across the opening of the degreaser unit.
- (ix) The solvent level shall not exceed the fill line.
- 2. The remote reservoir cold cleaning machine shall be equipped with a perforated drain with a diameter of not more than six inches. [MEDEP Chapter 130, BPT]

(19) **General Process Sources**

Visible emissions from any general process source (including the pneumatic conveyor system and cyclones) shall not exceed an opacity of 20% on a six (6) minute block average basis, except for no more than one (1) six (6) minute block average in a 1-hour period. [MEDEP Chapter 101]

(20) **Fugitive Emissions**

Visible emissions from a fugitive emission source (including stockpiles and roadways) shall not exceed an opacity of 20%, except for no more than five (5) minutes in any 1-hour period. Compliance shall be determined by an aggregate of the individual fifteen (15)-second opacity observations which exceed 20 percent in any one (1) hour. [MEDEP Chapter 101]

(21) HPC shall notify the Department within 48 hours and submit a report to the Department on a <u>quarterly basis</u> if a malfunction or breakdown in any component causes a violation of any emission standard (Title 38 MRSA §605).

(22) Annual Emission Statement

In accordance with MEDEP Chapter 137, the licensee shall annually report to the Department the information necessary to accurately update the State's emission inventory by means of:

1) A computer program and accompanying instructions supplied by the Department;

or

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2) A written emission statement containing the information required in MEDEP Chapter 137.

Reports and questions should be directed to:

Attn: Criteria Emission Inventory Coordinator

Maine DEP

Bureau of Air Quality 17 State House Station Augusta, ME 04333-0017

Phone: (207) 287-2437

The emission statement must be submitted by July 1 or as otherwise specified in Chapter 137.

(23) Air Toxics Emission Statement

If HPC exceeds the thresholds for HAPs listed in Appendix A of MEDEP Chapter 137 in an inventory year, in accordance with MEDEP Chapter 137 the licensee shall report, no later than July 1 every three years (2005, 2008, 2011, etc.) or as otherwise stated in Chapter 137, the information necessary to accurately update the State's toxic air pollutants emission inventory by means of a written emission statement containing the information required in MEDEP Chapter 137.

NOTE: Based on AP-42 emission factors for fuel burning equipment, HPC will most likely exceed the Chapter 137 thresholds of HAPs based on fuel burning alone should the facility exceed the firing of 190 tons of wood waste (33% moisture) in a calendar year.

Reports and questions on the Air Toxics emissions inventory portion should be directed to:

Attn: Toxics Inventory Coordinator

Maine DEP

Bureau of Air Quality 17 State House Station Augusta, ME 04333-0017

Phone: (207) 287-2437

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(24) Payment of Annual License Fee

HPC shall pay the annual air emission license fee within 30 days of June 30th of each year. Pursuant to 38 MRSA §353-A, failure to pay this annual fee in the stated timeframe is sufficient grounds for revocation of the license under 38 MRSA §341-D, subsection 3.

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DONE AND DATED IN AUGUSTA, MAINE THIS	S DAY OF	2006.				
DEPARTMENT OF ENVIRONMENTAL PROTEC	TION					
DV						
DAVID P. LITTELL, COMMISSIONER						
The term of this license shall be five (5) years from the signature date above.						
PLEASE NOTE ATTACHED SHEET FOR	R GUIDANCE ON APPEAL PROCE	EDURES				
Date of initial receipt of application:	1/30/06					
Date of application acceptance:	2/14/06					
Date filed with the Board of Environmental	Protection:					

This Order prepared by Lynn Ross, Bureau of Air Quality.